



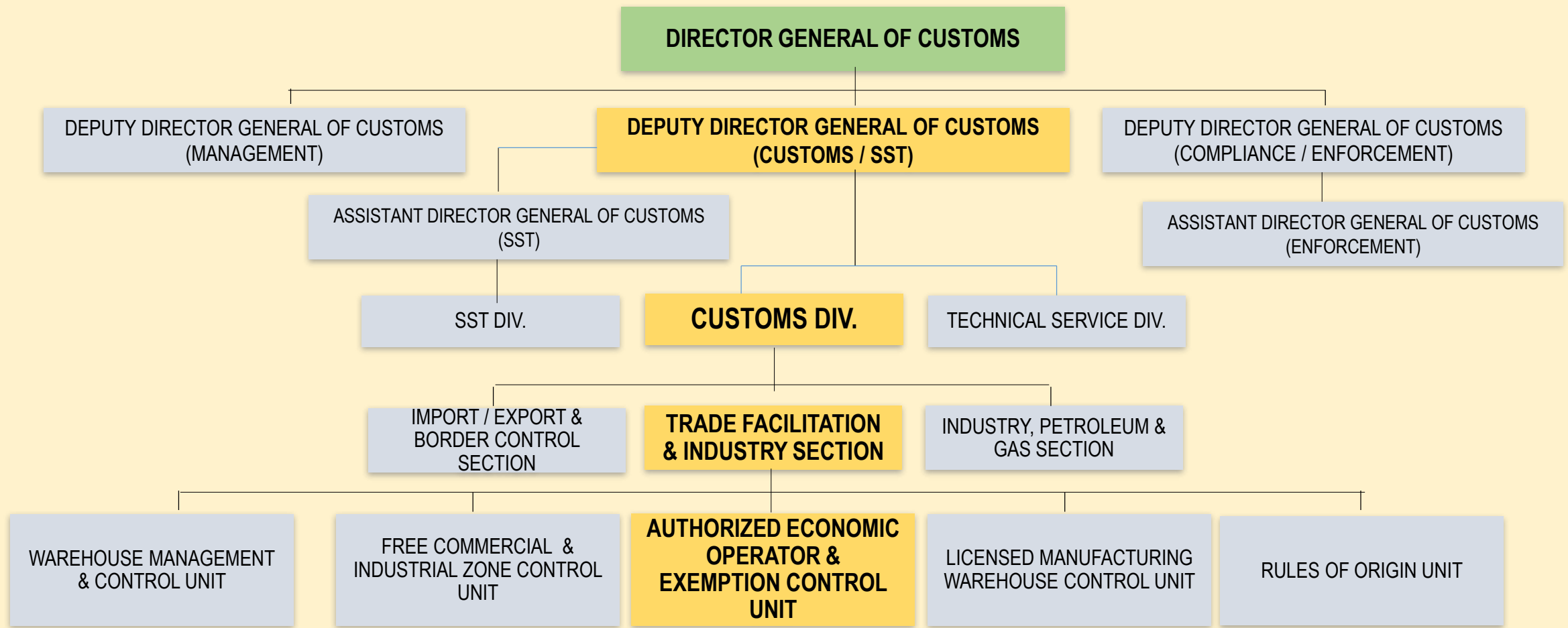
Royal Malaysian Customs Department

AUTHORIZED ECONOMIC OPERATOR (AEO)

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RMCD ORGANIZATION CHART - AEO



AUTHORIZED ECONOMIC OPERATOR

AEO is a program under the World Customs Organization (WCO) SAFE Framework of Standard to secure and enhance international supply chain security and facilitate movement of legitimate goods across international borders.



An AEO is a party involved in international movement of goods in whatever function that has been approved by Customs administration for complying with WCO or equivalent supply chain security standards.



➡ To implement transparent global trade security standards.



➡ To enhance the level of compliance and awareness of respective supply chain.

➡ To align Malaysia's Customs practice to international best practices based on the WCO.



➡ To position Malaysia as a secure trading nation in the global arena.

➡ To enhance the competitiveness of Malaysian traders / operators internationally.



CRITERIA



1. IN OPERATION FOR THE PAST THREE YEARS
2. HIGH LEVEL OF COMPLIANCE
3. NO TAX ARREARS
4. THE COMPANY AND DIRECTORS HAVE SECURITY CLEARANCE
5. MUST HAVE SECURITY FEATURES IN PLACE
6. ELECTRONIC FUNDS TRANSFER FACILITIES



COMPLIANCE CHECKLIST



COMPLIANCE CHECKLIST FOR COMPANIES APPLYING AS AUTHORIZED ECONOMIC OPERATORS (AEO) ACCREDITATION

The questionnaires below are meant to assist the Malaysian Royal Customs in determining the eligibility of companies applying for accreditation as Authorized Economic Operators (AEO). Please tick Yes or No and please give explanation in the remarks column. Note: The condition and requirements marked are not mandatory.

| CONDITION AND REQUIREMENTS | YES | NO | REMARKS | FOR OFFICIAL USE |
|---|-----|----|---------|------------------|
| A DEMONSTRATED COMPLIANCE WITH CUSTOMS REQUIREMENT | | | | |
| 1. Infringement / offence committed under the Customs Act 1967 or any other national legislation | | | | |
| a. Has your company been charged in court or compounded under the Customs Act 1967 or any other national legislation? If yes, please specify type of offence and action taken. | | | | |
| b. Has any of the directors of your company been charged in court or compounded under the Customs Act 1967 or any other national legislation? If yes, please specify type of offence and action taken | | | | |
| c. Has any of your employees been charged in court or compounded under the Customs Act 1967 or any other national legislation? If yes, please specify type of offence and action taken | | | | |
| d. Please specify names of appointed forwarding agents / shipping agents / forwarders / consultants. Please use attachment. | | | | |



Consist of 66 questions;

- A. Demonstrated Compliance with Customs Requirement
- B. Satisfactory System for Management of Commercial Records
- C. Financial Viability
- D. Consultation, Co-operation and Communication
- E. Education, Training and Awareness
- F. Information Exchange, Access and Confidentiality
- G. Cargo Security
- H. Conveyance Security
- I. Premises Security
- J. Personnel Security
- K. Trading Partner Security
- L. Crisis Management and Incident Recovery
- M. Measurement, Analysis and Improvement
- N. Implementation of Customs Procedures



AEO Companies





SCOPE

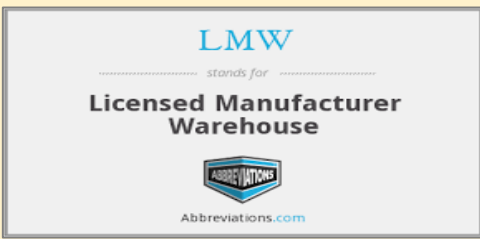


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CATEGORY



**Licensed
Manufacturing
Warehouse**

27



**Manufacturer in Free
Industrial Zone**

13



**Other
Manufacturers**

17



Trading Company

13

- 1 Automated approval
- 2 Fast clearance
- 3 Controlled by post clearance audit
- 4 Deferred payment of duty
- 5 Simplified drawback claims
- 6 Mutual Recognition Arrangement





AEO SYSTEM

- Facilitate secure transmission of customs application through the internet
- Effective from 1 November 2018 , AEO System has been enhanced
 - ✓ Web based AEO System with Windows 10
 - ✓ 18 bankers FPX Gateway payment ,
 - ✓ USB Token with SHA1 and /or SHA2 (w.e.f.1/1/2019) networking,
 - ✓ Bigger capacity Server
 - ✓ To extend program to Warehousing Operators & Logistics Service Providers




Royal Malaysian Customs Department

MUTUAL RECOGNITION ARRANGEMENT (MRA)

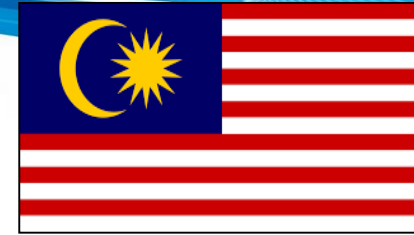


BENEFITS OF MRA

- ✓ Recognized as secured company
 - ✓ Lower risk category
 - ✓ Fast clearance of goods
 - ✓ Controlled by post clearance audit
- 



MRA CONCLUDED



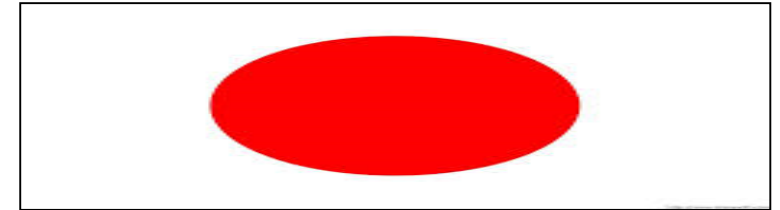
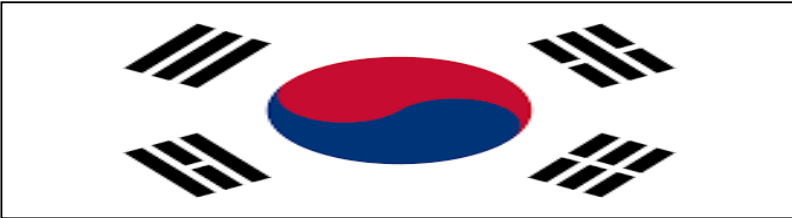
관세청
KOREA CUSTOMS
SERVICE



Customs and Excise Department
The Government of the Hong Kong
Special Administrative Region



税関
Japan Customs



16 OCTOBER 2017
Berlin



17 MARCH 2016
Kuala Lumpur



27 JUNE 2014
Brussels

MRA UNDER NEGOTIATION

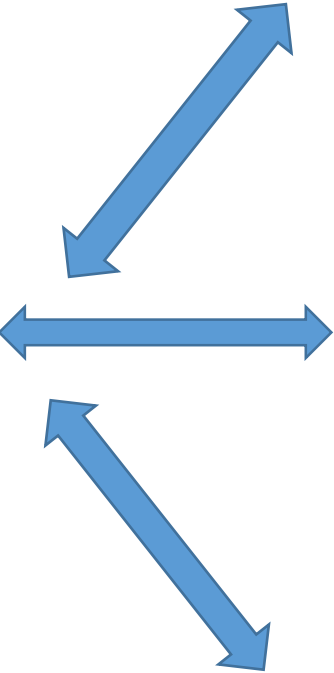
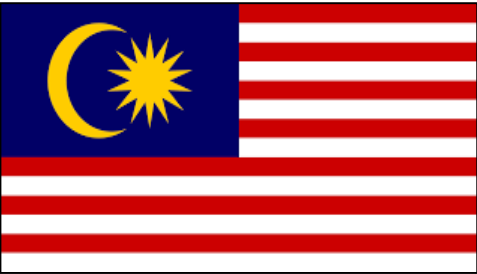
U.S CUSTOMS AND BORDER PROTECTION



THE GENERAL ADMINISTRATION OF CUSTOMS OF THE PEOPLE'S REPUBLIC OF CHINA

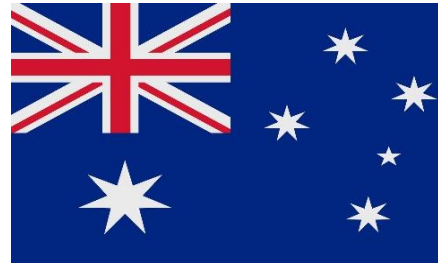


THAI CUSTOMS DEPARTMENT



MRA IN PROGRESS

AUSTRALIA BORDER FORCE (ABF)



26 September 2018

- MOF issued Approval letter
- Waiting Letter of Intent from Australia

SINGAPORE CUSTOMS



September 2018

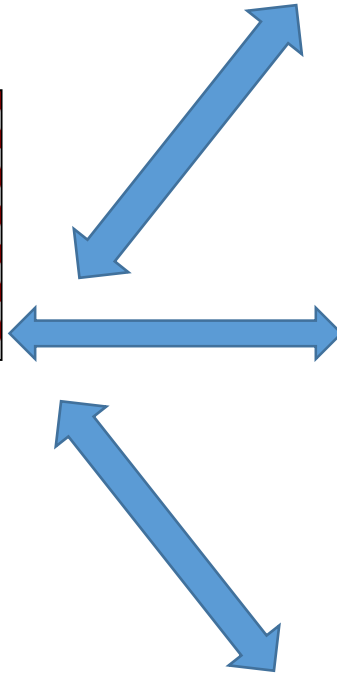
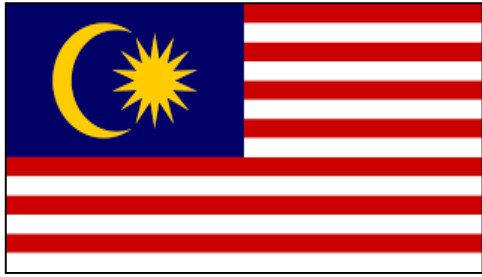
- Singapore has conveyed Letter of Intent

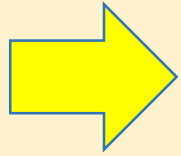
INDIA CUSTOMS



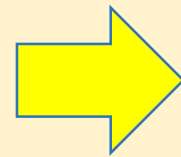
September 2018

- Proposal Paper pending DG Approval





MRA consultation & signing with Other Customs Administration



**Enlargement of AEO scope & benefit:
Logistic Service Provider
Warehouse Operator**





TERIMA KASIH
THANK YOU